

STATE OF UTAH
DEPARTMENT OF NATURAL RESOURCES
DIVISION OF OIL, GAS AND MINING

FORM 3

AMENDED REPORT



APPLICATION FOR PERMIT TO DRILL		1. WELL NAME and NUMBER Ute Energy 10-27-3-1E
2. TYPE OF WORK DRILL NEW WELL <input checked="" type="checkbox"/> REENTER P&A WELL <input type="checkbox"/> DEEPEN WELL <input type="checkbox"/>		3. FIELD OR WILDCAT WILDCAT
4. TYPE OF WELL Oil Well Coalbed Methane Well: NO		5. UNIT or COMMUNITIZATION AGREEMENT NAME
6. NAME OF OPERATOR UTE ENERGY UPSTREAM HOLDINGS LLC		7. OPERATOR PHONE 720 420-3235
8. ADDRESS OF OPERATOR 1875 Lawrence St Ste 200, Denver, CO, 80202		9. OPERATOR E-MAIL rgarrison@uteenergy.com
10. MINERAL LEASE NUMBER (FEDERAL, INDIAN, OR STATE) Fee	11. MINERAL OWNERSHIP FEDERAL <input type="checkbox"/> INDIAN <input type="checkbox"/> STATE <input type="checkbox"/> FEE <input checked="" type="checkbox"/>	
12. SURFACE OWNERSHIP FEDERAL <input type="checkbox"/> INDIAN <input type="checkbox"/> STATE <input type="checkbox"/> FEE <input checked="" type="checkbox"/>		
13. NAME OF SURFACE OWNER (if box 12 = 'fee') Ute Energy Upstream Holdings LLC		14. SURFACE OWNER PHONE (if box 12 = 'fee') 720-420-3200
15. ADDRESS OF SURFACE OWNER (if box 12 = 'fee') 1875 Lawrence Street, Suite 200, Denver, CO 80202		16. SURFACE OWNER E-MAIL (if box 12 = 'fee')
17. INDIAN ALLOTTEE OR TRIBE NAME (if box 12 = 'INDIAN')	18. INTEND TO COMMINGLE PRODUCTION FROM MULTIPLE FORMATIONS YES <input type="checkbox"/> (Submit Commingling Application) NO <input checked="" type="checkbox"/>	
19. SLANT VERTICAL <input checked="" type="checkbox"/> DIRECTIONAL <input type="checkbox"/> HORIZONTAL <input type="checkbox"/>		

20. LOCATION OF WELL	FOOTAGES	QTR-QTR	SECTION	TOWNSHIP	RANGE	MERIDIAN
LOCATION AT SURFACE	1884 FSL 1887 FEL	NWSE	27	3.0 S	1.0 E	U
Top of Uppermost Producing Zone	1884 FSL 1887 FEL	NWSE	27	3.0 S	1.0 E	U
At Total Depth	1884 FSL 1887 FEL	NWSE	27	3.0 S	1.0 E	U

21. COUNTY UINTAH	22. DISTANCE TO NEAREST LEASE LINE (Feet) 567	23. NUMBER OF ACRES IN DRILLING UNIT 40
	25. DISTANCE TO NEAREST WELL IN SAME POOL (Applied For Drilling or Completed) 920	26. PROPOSED DEPTH MD: 10340 TVD: 10340
27. ELEVATION - GROUND LEVEL 5044	28. BOND NUMBER LPM9032132	29. SOURCE OF DRILLING WATER / WATER RIGHTS APPROVAL NUMBER IF APPLICABLE 438496


Hole, Casing, and Cement Information

String	Hole Size	Casing Size	Length	Weight	Grade & Thread	Max Mud Wt.	Cement	Sacks	Yield	Weight
SURF	12.25	8.625	0 - 1034	24.0	J-55 ST&C	8.4	Light (Hibond)	364	1.35	14.8
PROD	7.875	5.5	0 - 10340	17.0	N-80 LT&C	9.2	Halliburton Light , Type Unknown	302	3.2	11.0
							50/50 Poz	608	1.46	13.5

ATTACHMENTS

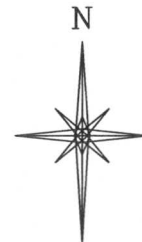
VERIFY THE FOLLOWING ARE ATTACHED IN ACCORDANCE WITH THE UTAH OIL AND GAS CONSERVATION GENERAL RULES

<input checked="" type="checkbox"/> WELL PLAT OR MAP PREPARED BY LICENSED SURVEYOR OR ENGINEER	<input checked="" type="checkbox"/> COMPLETE DRILLING PLAN
<input checked="" type="checkbox"/> AFFIDAVIT OF STATUS OF SURFACE OWNER AGREEMENT (IF FEE SURFACE)	<input type="checkbox"/> FORM 5. IF OPERATOR IS OTHER THAN THE LEASE OWNER
<input type="checkbox"/> DIRECTIONAL SURVEY PLAN (IF DIRECTIONALLY OR HORIZONTALLY DRILLED)	<input checked="" type="checkbox"/> TOPOGRAPHICAL MAP

NAME Lori Browne	TITLE Regulatory Specialist	PHONE 720 420-3246
SIGNATURE	DATE 10/21/2011	EMAIL lbrowne@uteenergy.com
API NUMBER ASSIGNED 43047521180000	APPROVAL  Permit Manager	

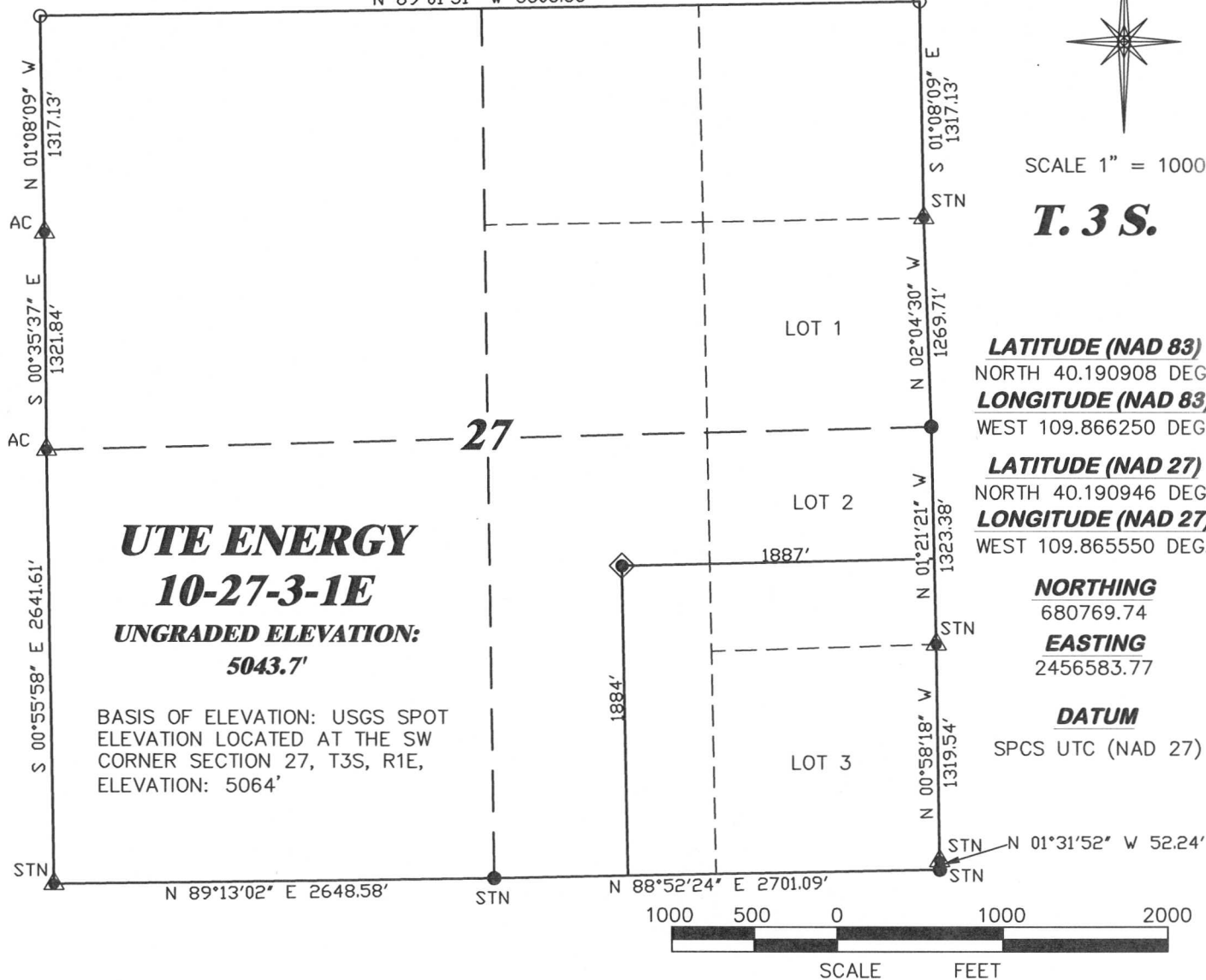
R. 1 E.

N 89°01'51" W 5305.38'



SCALE 1" = 1000'

T. 3 S.

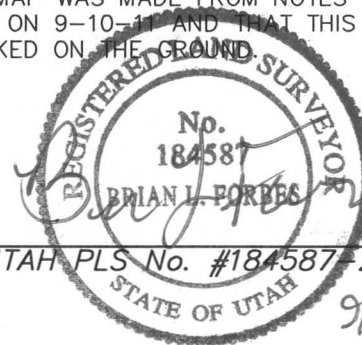


SURVEYOR'S STATEMENT

I, BRIAN L. FORBES, OF ROCK SPRINGS, WYOMING, HEREBY STATE: THIS MAP WAS MADE FROM NOTES TAKEN DURING AN ACTUAL FIELD SURVEY DONE UNDER MY DIRECT SUPERVISION ON 9-10-11 AND THAT THIS PLAT CORRECTLY SHOWS THE LOCATION OF UTE ENERGY 10-27-3-1E AS STAKED ON THE GROUND.

LEGEND

- ◆ WELL LOCATION
- BOTTOM HOLE LOC. (APPROX)
- FOUND MONUMENT
- ▲ PREVIOUSLY FOUND MONUMENT
- CALCULATED CORNER



**PLAT OF DRILLING LOCATION
FOR
UTE ENERGY**

**1884' F/SL & 1887' F/EL, NWSE, SECTION 27,
T. 3 S., R. 1 E., U.S.M.
UINTAH COUNTY, UTAH**



DRIFFIN & ASSOCIATES, INC.
1414 ELK ST., ROCK SPRINGS, WY 82901

DRAWN: 9/23/11 - NDP

SCALE: 1" = 1000'

REVISED: NA

DRG JOB No. 18495

EXHIBIT 1